



September 8, 2011

Honorable Jaclyn A. Brillling, Secretary
State of New York
Public Service Commission
Office of the Secretary, 19th Floor
Three Empire State Plaza
Albany, New York 12223-1350

Re: Niagara Mohawk Power Corporation d/b/a National Grid
Revision to Net Revenue Sharing Annual Reconciliation Filing PSC No. 219 Gas

Dear Secretary Brillling:

Transmitted herewith for filing is a revision to the Net Revenue Sharing ("NRS") annual reconciliation that Niagara Mohawk Power Corporation d/b/a National Grid ("NMPC" or "Company") previously filed on August 19, 2011. After further review the Company has revised its calculation and has updated the NRS surcharge rate set forth on NRS Statement No. 11 effective October 1, 2011.

The Company has adjusted its annual revenues in compliance with Rule 26.3.3 of its PSC No. 219 Gas Tariff to account for the delivery service revenues of a customer that transferred mid-year from SC 9 to SC 8. Specifically, the Company has revised its calculation of actual SC 9 revenues for the twelve month period ending May 31, 2011 to also include the SC 8 revenues generated from this customer. The originally filed NRS surcharge rate was \$0.00017 per therm and the revised calculation results in a reduction of the NRS surcharge rate to \$0.00001 per therm.

The NRS annual reconciliation and NRS surcharge calculation are summarized on Attachment A. Complete work papers supporting have been sent directly to the Commission's Staff.

If you have any questions about this filing please contact the undersigned at (315) 428-5880 or via e-mail to amy.wisner@us.ngrid.com.

Very truly yours,

Amy Wisner
Senior Analyst, Gas Pricing

AW/jt
Enclosures

cc: Jennifer Tang
Daniel J. Wheeler, PSC
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Attachment A

	SC4 & 6	<u>SC9 Individually</u> <u>Negotiated Contracts</u>	<u>Total</u>
TARGETS TO DATE	\$ 5,367,959	\$ 11,380,293	\$ 16,748,252
TOTAL ACTUAL REVENUE	\$ 6,168,636	\$ 11,247,677	\$ 17,416,313
ADJUSTMENT PER RULE 26.3.3, PSC 219 (SC9 TO SC8)		\$ 84,624	\$ 84,624
TOTAL ADJUSTED ACTUAL REVENUE	\$ 6,168,636	\$ 11,332,301	\$ 17,500,937
(OVER)/UNDER	\$ (800,677)	\$ 47,992	\$ (752,685)
SHARING PERCENTAGE (SYMMETRICAL)	90%	100%	
RESULTING (OVER)/UNDER AMOUNT	\$ (720,609)	\$ 47,992	\$ (672,617)
PRIOR BALANCE TO BE RECOVERED-Stmt 8			\$ 682,654
PRIOR BALANCE TO BE REFUNDED-Stmt 7			\$ (192)
TOTAL AMOUNT TO BE SURCHARGED/(CREDITED)			\$ 9,844
ESTIMATED SC1,2&3 Sales and Delivery Only Therms			723,591,210
SURCHARGE/(CREDIT) EFFECTIVE OCTOBER 1, 2011 THROUGH SEPTEMBER 30, 2012			\$ 0.00001